

Highlights

U.S. crude oil refinery inputs averaged 16.0 million barrels per day during the week ending June 4, up 204,000 barrels per day from the previous week's average. Refineries operated at 96.0 percent of their operable capacity last week. However, motor gasoline production declined, averaging nearly 8.7 million barrels per day.

U.S. crude oil imports averaged nearly 10.5 million barrels per day last week, down 220,000 barrels per day from the previous week, which was the second largest weekly average ever. Over the last four weeks, crude oil imports have averaged 10.4 million barrels per day. Although the origins of weekly crude oil imports are preliminary and thus not published, it appears that crude oil imports from Canada were relatively large last week. Total motor gasoline imports (including both finished gasoline and gasoline blending components) averaged over 1.0 million barrels per day last week, up 38,000 barrels per day from the previous week. Distillate fuel imports averaged 332,000 barrels per day last week.

U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) rose by 0.4 million barrels from the previous week. At 302.1 million barrels, U.S. crude oil inventories are currently 11.8 million barrels less than the 5-year average for this time of year, and at the highest level since the week ending August 23, 2002. Motor gasoline inventories increased by 2.1 million barrels last week, and are 7.8 million barrels below the 5-year average. Distillate fuel inventories declined by 0.6 million barrels, with a decrease in low-sulfur distillate fuel (diesel fuel) more than offsetting an increase in high-sulfur distillate fuel (heating oil). At 108.3 million barrels, distillate fuel inventories are

7.5 million barrels below the 5-year for this time of year. Total commercial petroleum inventories are 55.7 million barrels less than the 5-year average.

Total product supplied over the last four-week period has averaged nearly 20.5 million barrels per day, or 5.9 percent more than averaged over the same period last year. Motor gasoline demand over the last four weeks has averaged over 9.1 million barrels per day, or 0.4 percent above the same period last year. Distillate fuel demand is up 8.9 percent, while kerosene-type jet fuel demand is up 9.1 percent over the last four weeks compared to the same four-week period last year.

The average world crude oil price on June 4, 2004 was \$35.29, \$0.20 less than last week but \$9.57 above a year ago. WTI was \$38.44 per barrel on June 4, 2004, \$1.46 under last week but \$7.18 higher than last year. The spot price for conventional gasoline in the New York Harbor was 112.75 cents per gallon, 22.75 cents lower than last week but 30.65 cents over a year ago. The spot price for No. 2 low-sulfur diesel fuel in the New York Harbor was 100.00 cents per gallon, down 2.15 cents from last week but 21.10 cents above last year.

The national average retail regular gasoline price decreased to 203.4 cents per gallon on June 7, 2004, 1.7 cents per gallon less than last week but 54.4 cents per gallon over a year ago. The national average retail diesel fuel price fell to 173.4 cents per gallon, 1.2 cents per gallon below last week but 31.2 cents per gallon more than a year ago.

Refinery Activity (Thousand Barrels per Day)

| | Four Weeks Ending | | |
|---|-------------------|----------|----------|
| | 06/04/04 | 05/28/04 | 06/04/03 |
| Crude Oil Input to Refineries | 15,887 | 15,875 | 15,887 |
| Refinery Capacity Utilization (Percent) | 95.2 | 95.2 | 95.7 |
| Motor Gasoline Production | 8,824 | 8,922 | 8,771 |
| Distillate Fuel Oil Production | 3,833 | 3,823 | 3,846 |

See Table 2.

Stocks (Million Barrels)

| | Four Weeks Ending | | |
|----------------------------------|-------------------|----------|----------|
| | 06/04/04 | 05/28/04 | 06/04/03 |
| Crude Oil (Excluding SPR) | 302.1 | 301.7 | 283.6 |
| Motor Gasoline | 206.4 | 204.3 | 208.0 |
| Distillate Fuel Oil ¹ | 108.3 | 108.9 | 106.7 |
| All Other Oils | 330.1 | 328.8 | 331.1 |
| Crude Oil in SPR ² | 661.3 | 660.3 | 603.7 |
| Total | 1608.3 | 1604.0 | 1533.1 |

See Table 3.

Net Imports (Thousand Barrels per Day)

| | Four Weeks Ending | | |
|--------------------|-------------------|----------|----------|
| | 06/04/04 | 05/28/04 | 06/04/03 |
| Crude Oil | 10,393 | 10,252 | 10,046 |
| Petroleum Products | 1,864 | 1,881 | 1,688 |
| Total | 12,256 | 12,133 | 11,734 |

See Table 1.

¹ Distillate fuel oil stocks located in the "Northeast Heating Oil Reserve" are not included.

² Crude oil stocks in the SPR include non-U.S. stocks held under foreign or commercial storage agreements.

Notes: • NA=Not Available. • Data may not add to total due to independent rounding.

Products Supplied (Thousand Barrels per Day)

| | Four Weeks Ending | | |
|---------------------|-------------------|----------|----------|
| | 06/04/04 | 05/28/04 | 06/04/03 |
| Motor Gasoline | 9,144 | 9,226 | 9,104 |
| Distillate Fuel Oil | 4,032 | 3,990 | 3,701 |
| All Other Products | 7,300 | 7,282 | 6,525 |
| Total | 20,476 | 20,498 | 19,330 |

See Table 10.

Prices (Cents per Gallon except as noted)

| | Week Ending | | |
|--|-------------|----------|----------|
| | 06/04/04 | 05/28/04 | 06/06/03 |
| World Crude Oil (Dollars per Barrel) | 35.29 | 35.49 | 25.72 |
| Spot Prices | | | |
| WTI Crude Oil - Cushing (Dollars per Barrel) | 38.44 | 39.90 | 31.26 |
| Conv. Regular Gasoline - NYH | 112.75 | 135.50 | 82.10 |
| RFG Regular - NYH | 124.88 | 146.50 | 89.60 |
| No. 2 Heating Oil - NYH | 97.75 | 99.90 | 77.90 |
| No. 2 Low-sulfur Diesel Fuel - NYH | 100.00 | 102.15 | 78.90 |
| Kerosene-Type Jet - NYH | 103.63 | 104.15 | 78.83 |
| Residual Fuel - NYH | 73.52 | 73.52 | 57.74 |
| Propane - Mont Belvieu | 66.94 | 67.44 | 59.00 |

| | Week Ending | | |
|---------------------------|-------------|----------|----------|
| | 06/07/04 | 05/31/04 | 06/09/03 |
| Retail Prices | | | |
| Motor Gasoline - Regular | 203.4 | 205.1 | 149.0 |
| Motor Gasoline - Midgrade | 212.8 | 214.5 | 158.0 |
| Motor Gasoline - Premium | 221.9 | 223.4 | 166.8 |
| On-Highway Diesel Fuel | 173.4 | 174.6 | 142.2 |

See Tables 13, 14, 15 and 17.